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October 8, 2019

Via Electronic Filing

The Honorable Jocelyn G. Boyd Chief Clerk/Administrator Public Service Commission of South Carolina 101 Executive Center Drive, Suite 100 Columbia, SC 29210

RE: South Carolina Energy Freedom Act (H.3659) Proceeding to Establish Duke Energy Carolinas, LLC's Standard Offer, Avoided Cost Methodologies, Form Contract Power Purchase Agreements, Commitment to Sell Forms, and Any Other Terms or Conditions Necessary (Includes Small Power Producers as Defined in 16 United States Code 796, as Amended) - S.C. Code Ann. Section 58-41-20(A) *Docket No. 2019-185-E*

South Carolina Energy Freedom Act (H.3659) Proceeding to Establish Duke Energy Progress, LLC's Standard Offer, Avoided Cost Methodologies, Form Contract Power Purchase Agreements, Commitment to Sell Forms, and Any Other Terms or Conditions Necessary (Includes Small Power Producers as Defined in 16 United States Code 796, as Amended) - S.C. Code Ann. Section 58-41-20(A) *Docket No. 2019-186-E*

Dear Ms. Boyd:

Please find attached for electronic filing the *Second Prehearing Brief* filed on behalf of the South Carolina Coastal Conservation League (CCL) and Southern Alliance for Clean Energy (SACE) in the above-referenced matter.

Please contact me if you have any questions concerning this filing.

Sincerely,
s/Lauren J. Bowen
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CERTIFICATE OF SERVICE

I hereby certify that the parties listed below have been served via electronic mail with a copy of the *Second Prehearing Brief* filed on behalf of the South Carolina Coastal Conservation League and Southern Alliance for Clean Energy.

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This 8th day of October, 2019.

<u>s/ Emily Selden</u>Emily Selden

BEFORE THE PUBLIC SERVICE

COMMISSION OF SOUTH CAROLINA

DOCKET NO. 2019-185-E

DOCKET NO. 2019-186-E

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| In the Matter of: |) | |
| South Carolina Energy Freedom Act (H.3659) Proceeding to Establish Duke Energy Carolinas, LLC's Standard Offer, Avoided Cost Methodologies, Form Contract Power Purchase Agreements, Commitment to Sell Forms, and Any Other Terms or Conditions Necessary (Includes Small Power Producers as Defined in 16 United States Code 796, as Amended) - S.C. Code Ann. Section 58 41 20(A), and | SECOND PREHEARING BRIEF OF THE SOUTHERN ALLIANCE FOR CLEAN ENERGY AND SOUTH CAROLINA COASTAL CONSERVATION LEAGUE COASTAL CONSERVATION LEAGUE COASTAL CONSERVATION LEAGUE | |
| Section 58-41-20(A), and South Carolina Energy Freedom Act (H.3659) Proceeding to Establish Duke Energy Progress, LLC's Standard Offer, Avoided Cost Methodologies, Form Contract Power Purchase Agreements, Commitment to Sell Forms, and Any Other Terms or Conditions Necessary (Includes Small Power Producers as Defined in 16 United States Code 796, as Amended) - S.C. Code Ann. Section 58-41-20(A) | | |
| |) | |

Pursuant to South Carolina Public Service Commission ("Commission") Order No. 2019-107-H, Docket Nos. 2019-185-E and 2019-186-E, the South Carolina Coastal Conservation League ("CCL") and the Southern Alliance for Clean Energy ("SACE") (collectively, the "Conservation Groups"), through counsel, file this second prehearing brief on certain issues in the current proceeding, which concerns the avoided cost rates for Duke Energy Progress ("DEP") and Duke Energy Carolinas ("DEC") (collectively "Duke Energy" or "the Companies").1

I. Summary of responses to other parties' positions and responses thereto

In general, the parties appear to have identified the same or similar provisions of federal and state law that are at issue in this proceeding.² Conservation Groups take a different position from DEP and DEC regarding whether the Companies have met these federal and state law requirements, as described in Conservation Groups' initial brief and pre-filed expert testimony. In particular, the parties disagree regarding whether DEP and DEC's avoided costs and newly proposed integration charge have been reasonably calculated and are legally sufficient under state and federal law. Conservation Groups' position and reaction to the Companies' initial testimony (as summarized in the Companies' pre-hearing brief) have been largely set forth in the Conservation Groups' initial pre-hearing brief, the direct testimony filed on September 23, 2019, and surrebuttal testimony currently being prepared by Conservation Groups' expert witness for filing by October 11, 2019. Conservation Groups appreciate the opportunity to file pre-hearing

¹ Conservation Groups appreciate the opportunity to file this responsive brief and reserve the right to respond to issues raised by the other parties in surrebuttal testimony or at the evidentiary hearing.

² Conservation Groups identified additional relevant provisions beyond those identified by DEP and DEC, including provisions of Act 62 regarding the pending grid integration study by the Commission and ORS.

briefs and look forward to further addressing these issues at the hearing and in posthearing filings.

II. Outstanding procedural issues, including evidentiary issues

Conservation Groups do not have any outstanding procedural or evidentiary issues to identify for the Commission at this time. Conservation Groups are working with the other parties to wrap up any outstanding discovery requests and streamline the hearing process to the extent possible.

III. Brief summary of testimony filed since September 30

The Conservation Groups have not filed any testimony since September 30, but are in the process of preparing surrebuttal testimony in response to the rebuttal testimony filed by Duke Energy on October 2, 2019. The Conservation Groups will file Surrebuttal testimony on or before October 11, 2019.

IV. Descriptions of any stipulations reached or issues not in controversy

The Conservation Groups have not reached any stipulations at this time, but appreciate the opportunity to file this prehearing brief.